

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 612 – HB 1156

March 3, 2013

**SUMMARY OF ORIGINAL BILL:** Requires the Commissioner of Education to report, on the status of funding currently used to reward schools that exceed performance standards, to the Education Committees of the General Assembly prior to February 5, 2014.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (003873):** Deletes all language after the enacting clause. Excludes from the local maintenance of effort requirement, non-recurring appropriations made by a local government to a local education agency (LEA) pursuant to a written agreement between the local government and the LEA. Requires the Department of Education to approve any such agreement before it is executed.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Other Fiscal Impact – To the extent any agreement is executed for non-recurring appropriations of local government funds, there will be a one-time permissive increase in local expenditures. Any such permissive increase in local government expenditures is unknown and cannot be quantified.**

Assumptions for the bill as amended:

- No impact on the Basic Education Program (BEP) funding formula.
- The amount of any non-recurring local appropriations made pursuant to an agreement between the local government and LEA in the future is unknown.

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**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

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